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April 23, 2007

Honorable James H. Welsh
Commissioner of Conservation
State of Louisiana
Post Office Box 44275
Baton Rouge, Louisiana 70804-4275

Re: APPLICATION FOR PUBLIC HEARING

Bigenerina Humblei 4 Sand, Reservoir A, LAKE
LONG FIELD, Lafourche Parish, Louisiana.

Dear Sir:

MUSTANG ENERGY, L.C. ("Applicant"), hereby respectfully applies for a public hearing to consider evidence relative to the issuance of an Order pertaining to the following matters relating to the Bigenerina Humblei 4 Sand, Reservoir A, in the Lake Long Field, Lafourche Parish, Louisiana:

1. To establish rules and regulations governing the exploration for and production of gas and condensate from the Bigenerina Humblei 4 Sand, Reservoir A.
2. To create a single drilling and production unit for the exploration for and production of gas and condensate from the Bigenerina Humblei 4 Sand, Reservoir A, such unit being designated BIG HUM 4 RA SUA and being shown on the attached plat.
3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit with each separate tract sharing in unit production on a surface acreage basis of participation.
4. To designate Applicant as operator of, and its Aucoin (formerly State Lease 328) No. 1 Well as unit well for, the proposed unit.
5. To provide that future wells drilled to the Bigenerina Humblei 4 Sand, outside of the unit proposed herein be located in accordance with the provisions of Statewide Order No. 29-E (LAC 43:XIX.1901 et seq.).
6. To provide that any future substitute and/or alternate unit well drilled to the Bigenerina Humblei 4 Sand, Reservoir A, within the proposed unit be exempt from the spacing provisions of Statewide Order No. 29-E (LAC 43:XIX.1901 et seq.).

7. To provide that the Commissioner of Conservation may reclassify the Bigenerina Humblei 4 Sand, Reservoir A, by Supplemental Order and without the necessity of a public hearing should such a reclassification be warranted based on evidence furnished to the Commissioner.

8. To define the Bigenerina Humblei 4 Sand, Reservoir A, as that gas and condensate bearing interval encountered between the measured depths of 12,562' and 12,711' (12,296' and 12,424' VD), in the Mustang Energy, L.C.--Aucoin (formerly State Lease 328) No. 1 Well (SN 234039), having a surface location in Section 66 and a bottomhole location in Section 65, Township 17 South, Range 19 East, Lafourche Parish, Louisiana.

9. To consider such other matters as may be pertinent.

Pertinent data concerning this application is available for inspection at the offices of Louis Gilbert & Associates, Inc., 3636 N. Causeway Blvd., Suite 204, Metairie, LA 70002-7216. Any person wishing to inspect such data should call Mr. Louis Gilbert at (504) 834-8112 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent data which is not otherwise available from the records of the Louisiana Office of Conservation can be obtained from Applicant at the expense of the requesting party.

By letter dated February 22, 2007, Applicant gave notice, in accordance with the Revised Rules of Procedure, of its intention to apply for a public hearing concerning these matters and a pre-application conference with respect to Applicant's proposals was thereafter held beginning at 1:30 o'clock p.m. on March 14, 2007, in Lafayette, Louisiana. Attached is a list of the names and addresses of those persons present at the conference.

The purpose of the conference was explained by the undersigned, following which Mr. Louis Gilbert presented the geological, engineering and other bases for Applicant's proposals by sufficient data and detail for those present at the conference to have a reasonable opportunity to discuss the proposals and attempt to resolve any differences in good faith. Following Applicant's presentation, there was a general question and answer period concerning the proposals of Applicant. After the presentation by Applicant, Mr. Rick Revels and Mr. Bill Dale, representing Kriti Exploration, Inc., and Mr. Randy Songy and Mr. David Comeaux, representing the Aucoin interests, presented counterplans. Following presentation of each counterplan, additional questions were asked and answered, following which the conference was adjourned with no resolution of the differences. Following the conference, representatives of the various parties have continued to work towards a resolution of differences and have in fact now reached a compromise. The attached plat represents the compromise agreed to by Applicant, Kriti Exploration, Inc., and the Aucoin interests.

In addition to the unit plat (which differs from the plat attached to the pre-application notice as a result of the compromise), there is attached hereto a list of the names and addresses of all Interested Owners, Represented Parties and Interested Parties to whom a copy of this application is being sent. Pursuant to the Revised Rules of Procedure, such list is being forwarded only to the

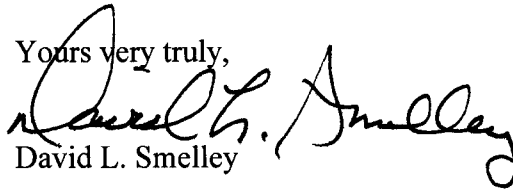
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Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation. A copy of the list will be furnished by the undersigned to any party so requesting. A reasonable effort was made to obtain a complete list of Interested Owners, Represented Parties and Interested Parties.

Applicant will provide for posting of a copy of the Legal Notice of this hearing and the enclosed plat at a prominent place in the area affected and will cause publication of the Legal Notice in a newspaper published in the general area of Lake Long Field, all in accordance with the Revised Rules of Procedure. Furthermore, a copy of the Legal Notice will be mailed to all Interested Owners, Represented Parties and Interested Parties promptly upon receipt of the Legal Notice from the Commissioner.

Finally, we enclose our check payable to the Commissioner of Conservation for the application fee.

Yours very truly,



David L. Smelley

-- Attorney for Mustang Energy, L.C.

DLS:dp
Enclosures

cc: Mr. Richard Hudson (w/encls.)
Mr. Bruce Davis (w/encls.)
Mr. Louis Gilbert (w/encls.)
Interested Owners, Represented Parties
and Interested Parties (w/plat only)

TRACT	PARTICIPANT	ACREAGE	PERCENT
1	AUCOIN HEIRS/MUSTANG LEASE "B"	36.91	19.09
2	AUCOIN HEIRS/MUSTANG LEASE "A"	98.44	50.91
3	STATE LEASE No 328	58.01	30.00
TOTALS		193.36	100.00

SECT. 56

BIG HUM 4 RA SUA
AUCOIN No. 1
193.36 ACRES

LAKE LONG
P.O.B.

X = 3,525,713.46
Y = 391,331.25
(1983 NAD)
X = 2,244,913.00
Y = 330,625.00
(1927 NAD)

MEANDER LINE - STATE OF LA.

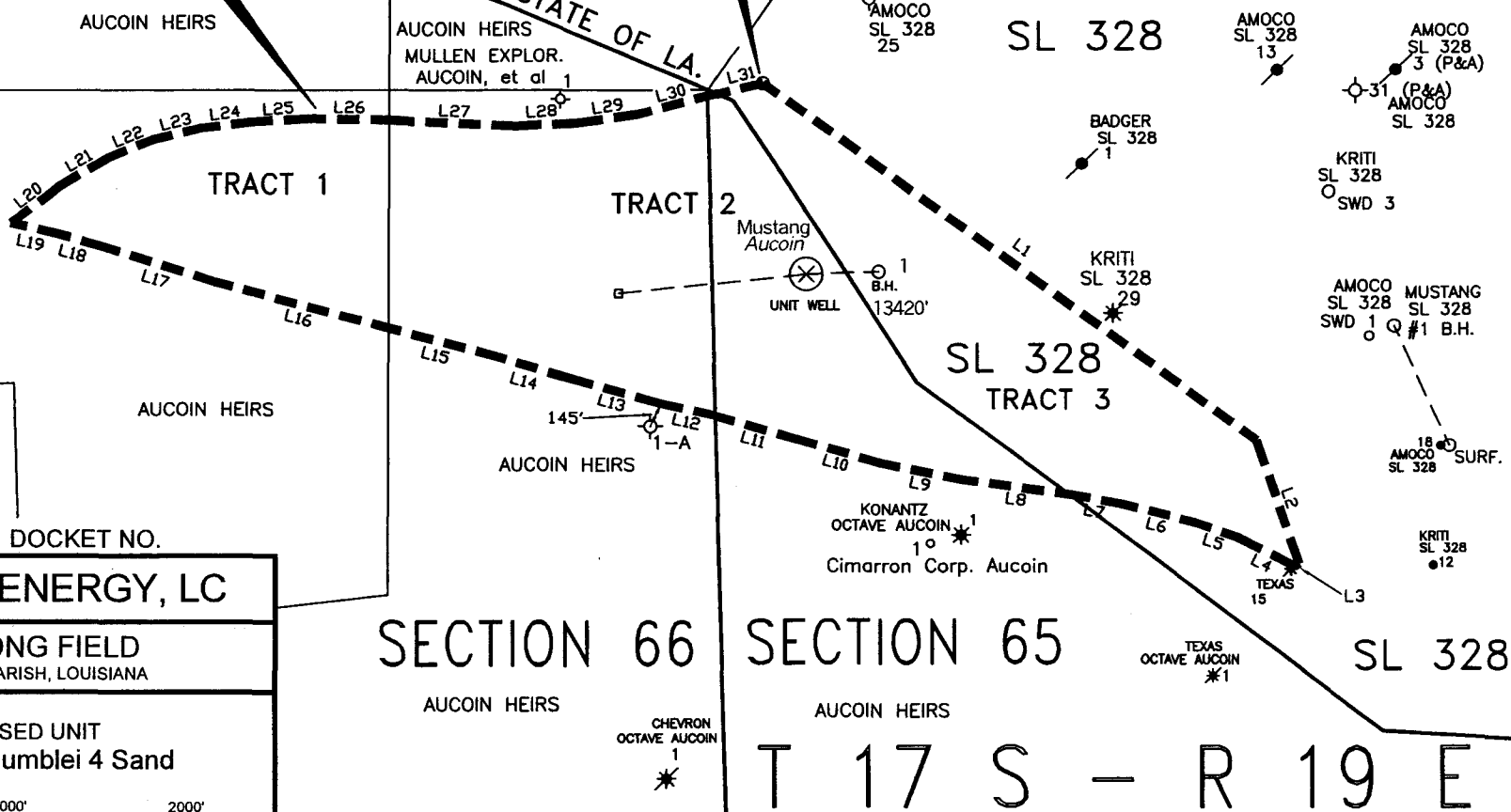


EXHIBIT NO.

DOCKET NO.

MUSTANG ENERGY, LC

LAKE LONG FIELD
LAFOURCHE PARISH, LOUISIANA

PROPOSED UNIT
Bigenerina Humblei 4 Sand

0 1000' 2000'

DATE:

LOUIS GILBERT & ASSOCIATES, INC.

SECTION 66
AUCOIN HEIRS

SECTION 65
AUCOIN HEIRS

T 17 S - R 19 E